

GLENN COUNTY ECONOMIC FORECAST

Glenn County is located in Northern California south of Tehama County and west of Butte County. Agriculture is a critical part of the economy of Glenn County, directly responsible for 19 percent of total employment. In 2005, total crop production was valued at \$393 million with almond and rice production accounting for over half of the total. Glenn County has a population of 28,523 people and 7,600 wage and salary jobs. The per capita income in Glenn County is \$22,744, and the average salary per worker is \$33,200.

In 2005, 13 total wage and salary jobs were created in Glenn County, an increase in employment of 0.2 percent. Non-farm employment added 96 jobs. This represents a growth rate of 1.6 percent. The unemployment rate fell to 8.5 percent in 2005.

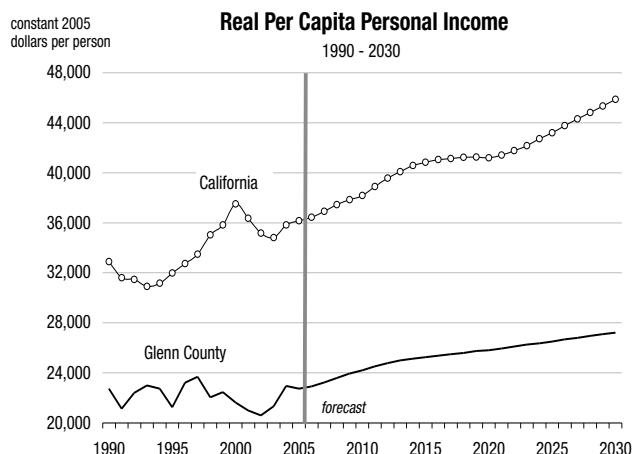
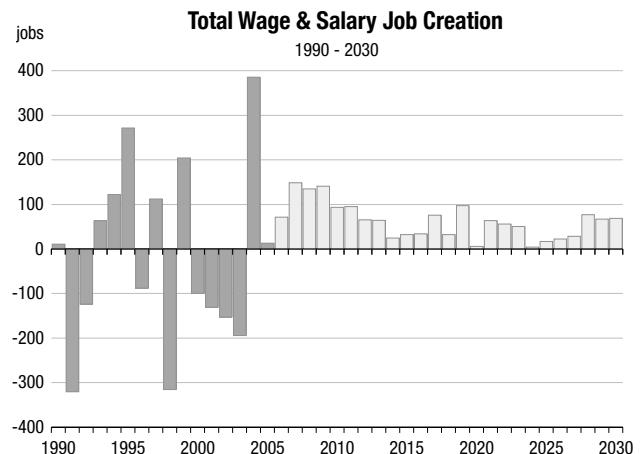
The principal non-farm sectors that are producing jobs in Glenn County are education and healthcare services, and government, which created 26 and 68 jobs, respectively, in 2005. The manufacturing sector lost 23 jobs last year. The largest non-farm sectors in the county are government and retail trade.

The Glenn County population expanded in 2005 at a rate of 1.3 percent. The only two incorporated cities in the county are Orland and Willows. Between January 2005 and January 2006, Orland grew by 4.5 percent, while Willows declined by 0.4 percent. Net migration was positive last year, with an estimated total of 234 migrants entering the county.

Employment growth will continue over the next several years. Growth will be driven by non-farm employment, rather than farm employment. Population growth will moderate slightly, but stay positive.

FORECAST HIGHLIGHTS

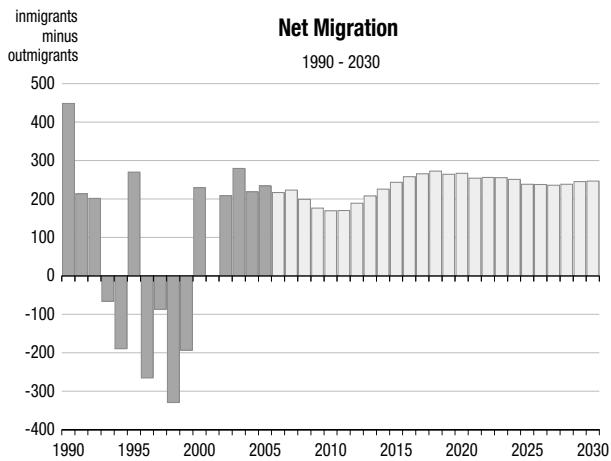
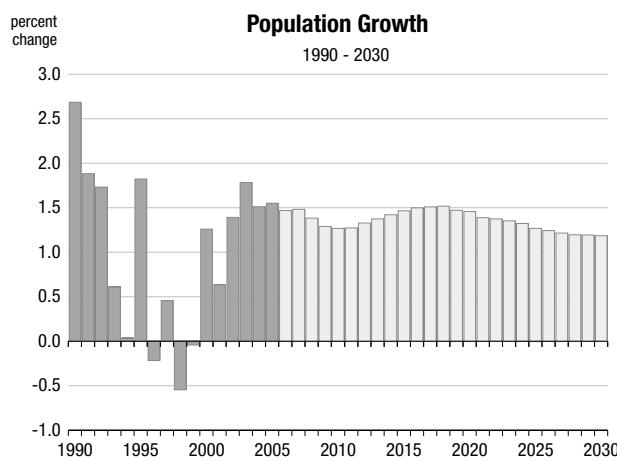
- Total wage and salary job growth is forecast to be 0.9 percent in 2006. From 2006 to 2010, total employment growth averages 1.5 percent per year. However, non-farm employment growth will average 1.8 percent, as farm employment stagnates.
- Average salaries adjusted for inflation are currently below the California state average, and will remain so over the forecast period. Inflation adjusted salaries are expected to rise an average of 0.4 percent per year over the next 5 years.
- Between 2006 and 2010, the momentum for employment growth is in government, construction, manufacturing and trade. These sectors account for 78 percent of all jobs created in the county over the next five years.
- Annual population growth in the 2006 to 2010 period averages 1.3 percent per year.
- Net migration will decline to an estimated 220 people in 2006. Over the next five years net migration is expected to average approximately 200 net migrants per year.
- Real per capita personal income is forecast to increase 0.7 percent in 2006. Over the next five years real per capita incomes are expected to increase an average of 1.3 percent per year.
- Total taxable sales, adjusted for inflation, are forecast to rise at a rate of 8.3 percent in 2006. Over the next five years real taxable sales are forecast to increase 5.4 percent per year.
- Industrial production is forecast to increase a robust 7.5 percent in 2006. Over the next five years the growth rate of industrial production will moderate, with total production falling to an average of 4.8 percent per year. Real total crop production (adjusted for inflation) is expected to increase 1.0 percent per year between 2006 and 2010.



Glenn County Economic Forecast

1997-2005 History, 2006-2030 Forecast

	Population (people)	Net Migration (people)	Registered Vehicles (thousands)	Households (thousands)	New Homes Permitted (homes)	Total Taxable Sales (millions)	Personal Income (billions)	Real Per Capita Income (dollars)	Inflation Rate (% change in CPI)	Real Farm Crop Value (millions)	Real Industrial Production (millions)	Unemploy- ment Rate (percent)
1997	26,463	-87	26.4	9.5	100	\$192.4	\$0.5	\$23,685	3.4	348.3	105.0	13.5
1998	26,319	-329	27.4	9.5	50	\$190.4	\$0.5	\$22,042	3.2	268.5	114.0	13.5
1999	26,308	-193	28.3	9.6	54	\$215.7	\$0.5	\$22,456	4.2	298.1	128.0	11.3
2000	26,640	230	29.3	9.2	42	\$230.5	\$0.5	\$21,616	4.5	322.8	135.1	8.4
2001	26,810	-1	30.0	9.2	68	\$238.6	\$0.5	\$20,994	5.4	297.7	88.3	8.8
2002	27,183	209	31.7	9.3	72	\$225.7	\$0.5	\$20,588	1.6	319.9	97.6	9.7
2003	27,668	280	31.4	9.3	142	\$256.4	\$0.6	\$21,332	1.8	328.7	111.2	10.3
2004	28,087	219	33.3	9.4	150	\$282.5	\$0.6	\$22,948	1.2	355.0	115.6	9.5
2005	28,523	234	33.7	9.5	213	\$304.0	\$0.6	\$22,744	2.0	393.6	116.3	8.5
2006	28,942	217	34.5	9.8	264	\$329.2	\$0.7	\$22,906	3.9	397.1	125.1	7.9
2007	29,371	224	35.1	10.1	186	\$347.7	\$0.7	\$23,233	2.4	405.5	131.3	7.3
2008	29,778	199	35.7	10.3	152	\$363.8	\$0.8	\$23,592	2.0	406.2	136.6	7.0
2009	30,162	177	36.3	10.4	132	\$379.3	\$0.8	\$23,952	2.0	411.7	141.9	7.3
2010	30,545	170	36.9	10.6	118	\$396.1	\$0.8	\$24,206	2.5	414.0	147.2	7.4
2011	30,934	171	37.6	10.7	120	\$412.2	\$0.9	\$24,522	2.4	410.6	154.6	7.3
2012	31,345	189	38.1	10.9	115	\$428.1	\$0.9	\$24,785	2.2	408.3	161.1	7.5
2013	31,777	208	38.7	11.0	107	\$444.7	\$1.0	\$24,987	2.3	407.0	167.0	7.7
2014	32,229	226	39.2	11.1	127	\$461.7	\$1.0	\$25,133	2.3	403.8	171.8	7.8
2015	32,701	244	39.6	11.2	133	\$480.0	\$1.1	\$25,252	2.5	400.0	176.2	7.8
2016	33,191	258	40.0	11.4	136	\$499.3	\$1.1	\$25,366	2.7	395.8	183.3	7.6
2017	33,693	266	40.5	11.5	138	\$519.4	\$1.2	\$25,492	2.7	387.0	190.3	7.3
2018	34,205	273	40.9	11.7	129	\$539.3	\$1.2	\$25,582	2.5	381.3	200.1	7.1
2019	34,708	265	41.2	11.8	129	\$560.0	\$1.3	\$25,749	2.5	376.0	208.7	6.7
2020	35,214	267	41.6	12.0	128	\$581.1	\$1.3	\$25,809	2.5	370.5	214.3	6.5
2021	35,704	255	42.0	12.1	128	\$602.6	\$1.4	\$25,953	2.4	361.9	215.9	6.2
2022	36,195	257	42.4	12.3	127	\$624.9	\$1.4	\$26,106	2.5	356.1	215.5	6.0
2023	36,686	255	42.8	12.4	122	\$647.3	\$1.5	\$26,256	2.5	347.2	213.7	5.9
2024	37,171	251	43.2	12.5	111	\$669.7	\$1.6	\$26,367	2.3	342.8	207.7	5.8
2025	37,643	239	43.5	12.7	118	\$693.6	\$1.6	\$26,503	2.4	337.5	200.8	5.5
2026	38,112	238	43.9	12.8	114	\$718.5	\$1.7	\$26,673	2.4	332.2	198.2	5.2
2027	38,576	236	44.3	12.9	123	\$744.5	\$1.8	\$26,799	2.5	326.4	195.9	4.9
2028	39,038	239	44.8	13.1	124	\$772.5	\$1.9	\$26,963	2.7	317.9	196.9	4.6
2029	39,504	246	45.2	13.2	125	\$801.4	\$1.9	\$27,100	2.7	312.3	199.0	4.4
2030	39,973	247	45.6	13.3	126	\$830.7	\$2.0	\$27,222	2.6	306.6	199.6	4.3



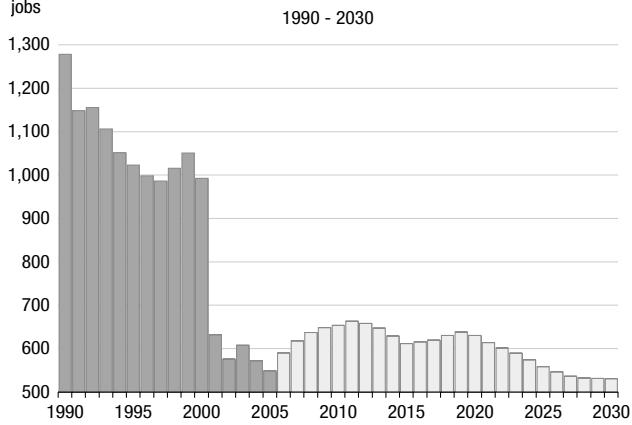
Glenn County Employment Forecast

1997-2005 History, 2006-2030 Forecast

	Total Wage & Salary	Farm	Mining & Construction	Manufacturing	Transportation & Utilities	Wholesale & Retail Trade	Financial Activities	Professional Services	Health & Education	Leisure	Government
	employment (thousands of jobs)										
1997	7.9	1.77	0.38	0.99	0.25	1.06	0.19	0.17	0.34	0.51	2.13
1998	7.6	1.54	0.43	1.02	0.24	1.00	0.17	0.18	0.37	0.48	2.07
1999	7.8	1.65	0.44	1.05	0.27	0.86	0.17	0.17	0.39	0.53	2.15
2000	7.7	1.51	0.32	0.99	0.29	0.91	0.18	0.19	0.40	0.52	2.28
2001	7.6	1.45	0.33	0.63	0.29	1.08	0.19	0.19	0.34	0.52	2.30
2002	7.4	1.48	0.27	0.58	0.34	1.00	0.17	0.19	0.35	0.52	2.33
2003	7.2	1.31	0.24	0.61	0.36	1.01	0.16	0.16	0.35	0.55	2.31
2004	7.6	1.52	0.26	0.57	0.36	1.06	0.14	0.16	0.42	0.60	2.35
2005	7.6	1.44	0.26	0.55	0.36	1.07	0.14	0.16	0.44	0.61	2.42
2006	7.7	1.37	0.25	0.59	0.37	1.09	0.14	0.16	0.46	0.62	2.47
2007	7.8	1.40	0.27	0.62	0.37	1.11	0.14	0.16	0.46	0.63	2.51
2008	8.0	1.43	0.29	0.64	0.37	1.13	0.14	0.16	0.46	0.64	2.55
2009	8.1	1.46	0.30	0.65	0.39	1.14	0.14	0.17	0.46	0.64	2.59
2010	8.2	1.45	0.32	0.65	0.41	1.16	0.14	0.17	0.46	0.65	2.63
2011	8.3	1.44	0.32	0.66	0.42	1.17	0.14	0.17	0.46	0.65	2.68
2012	8.4	1.43	0.33	0.66	0.44	1.18	0.14	0.17	0.46	0.66	2.71
2013	8.4	1.43	0.34	0.65	0.45	1.19	0.14	0.17	0.46	0.66	2.75
2014	8.4	1.40	0.33	0.63	0.47	1.20	0.14	0.17	0.46	0.67	2.78
2015	8.5	1.38	0.33	0.61	0.48	1.21	0.14	0.17	0.47	0.68	2.81
2016	8.5	1.35	0.33	0.62	0.50	1.22	0.14	0.18	0.47	0.68	2.84
2017	8.6	1.35	0.33	0.62	0.51	1.23	0.14	0.18	0.47	0.69	2.87
2018	8.6	1.30	0.33	0.63	0.53	1.24	0.14	0.18	0.47	0.70	2.90
2019	8.7	1.32	0.33	0.64	0.54	1.25	0.14	0.18	0.48	0.70	2.93
2020	8.7	1.27	0.33	0.63	0.56	1.26	0.14	0.18	0.48	0.70	2.96
2021	8.8	1.29	0.33	0.61	0.57	1.27	0.14	0.18	0.48	0.70	2.99
2022	8.8	1.29	0.33	0.60	0.58	1.28	0.14	0.18	0.48	0.71	3.03
2023	8.9	1.28	0.33	0.59	0.60	1.29	0.14	0.18	0.48	0.71	3.06
2024	8.9	1.23	0.33	0.57	0.61	1.29	0.14	0.18	0.49	0.71	3.09
2025	8.9	1.21	0.33	0.56	0.62	1.30	0.14	0.18	0.49	0.71	3.12
2026	8.9	1.18	0.34	0.55	0.63	1.31	0.14	0.18	0.49	0.72	3.16
2027	9.0	1.16	0.33	0.54	0.63	1.32	0.14	0.18	0.49	0.72	3.20
2028	9.0	1.17	0.33	0.53	0.64	1.33	0.14	0.18	0.49	0.72	3.23
2029	9.1	1.17	0.33	0.53	0.65	1.34	0.14	0.18	0.50	0.73	3.27
2030	9.2	1.17	0.33	0.53	0.66	1.35	0.14	0.19	0.50	0.73	3.31

Manufacturing Employment

1990 - 2030



Employment in Professional Services

1990 - 2030

